

State Tax Commission

DIVISION SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY PROGRAM						
General Services	8,459,600	8,847,100	8,972,000	9,514,900	9,427,000	9,136,800
Audit and Collections	15,248,200	14,547,100	15,939,000	17,057,200	17,034,200	16,693,300
Revenue Operations	5,711,300	5,860,900	5,772,600	5,882,700	5,779,600	5,682,400
County Support	3,223,200	3,340,600	3,441,500	3,803,400	3,880,000	3,686,600
Total:	32,642,300	32,595,700	34,125,100	36,258,200	36,120,800	35,199,100
BY FUND SOURCE						
General	24,857,600	24,845,700	27,471,400	29,255,800	29,171,400	28,403,900
Dedicated	7,784,700	7,659,300	6,653,700	7,002,400	6,949,400	6,795,200
Federal	0	90,700	0	0	0	0
Total:	32,642,300	32,595,700	34,125,100	36,258,200	36,120,800	35,199,100
Percent Change:		(0.1%)	4.7%	6.3%	5.8%	3.1%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	23,039,600	22,783,900	24,428,400	26,080,600	26,408,300	25,801,900
Operating Expenditures	8,375,400	8,599,200	9,248,800	9,469,600	9,022,500	8,897,500
Capital Outlay	1,227,300	1,212,600	447,900	708,000	690,000	499,700
Total:	32,642,300	32,595,700	34,125,100	36,258,200	36,120,800	35,199,100
Full-Time Positions (FTP)	413.50	413.50	413.50	413.50	413.50	413.50

In accordance with Section 67-3519, Idaho Code, this division is authorized no more than 413.5 full-time equivalent positions at any point during the period July 1, 2008 through June 30, 2009 for the programs specified.

	FTP	Gen	Ded	Fed	Total
FY 2008 Original Appropriation	413.50	27,374,200	6,642,900	0	34,017,100
Supplemental	0.00	97,200	10,800	0	108,000
FY 2008 Total Appropriation	413.50	27,471,400	6,653,700	0	34,125,100
Removal of One-Time Expenditures	0.00	(1,115,000)	(244,300)	0	(1,359,300)
Base Adjustments	0.00	0	(15,200)	0	(15,200)
FY 2009 Base	413.50	26,356,400	6,394,200	0	32,750,600
Benefit Costs	0.00	602,800	128,900	0	731,700
Inflationary Adjustments	0.00	0	0	0	0
Replacement Items	0.00	529,700	127,700	0	657,400
Statewide Cost Allocation	0.00	36,300	2,800	0	39,100
Change in Employee Compensation	0.00	515,100	114,600	0	629,700
FY 2009 Program Maintenance	413.50	28,040,300	6,768,200	0	34,808,500
Line Items	0.00	363,600	27,000	0	390,600
FY 2009 Total	413.50	28,403,900	6,795,200	0	35,199,100
% Chg from FY 2008 Orig Approp.	0.0%	3.8%	2.3%		3.5%
% Chg from FY 2008 Total Approp.	0.0%	3.4%	2.1%		3.1%

I. State Tax Commission: General Services

STARS Number & Budget Unit: 352 TAAA, 352 TAAG(Cont), 352 TAAH(Cont), 352 TAAI

Bill Number & Chapter: S1487 (Ch.285), S1500 (Ch.340)

PROGRAM DESCRIPTION: Provide administrative support to the department in the following areas: legal, accounting, purchasing, personnel and data processing [Section 63-101, Idaho Code].

PROGRAM SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY FUND SOURCE						
General	6,477,800	6,776,400	7,764,900	8,291,000	8,222,900	7,986,900
Dedicated	1,981,800	2,070,700	1,207,100	1,223,900	1,204,100	1,149,900
Total:	8,459,600	8,847,100	8,972,000	9,514,900	9,427,000	9,136,800
Percent Change:		4.6%	1.4%	6.1%	5.1%	1.8%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	4,324,600	4,457,400	4,669,900	4,878,100	5,023,900	4,924,000
Operating Expenditures	3,203,400	3,462,700	4,025,500	3,971,300	3,755,600	3,755,600
Capital Outlay	931,600	927,000	276,600	665,500	647,500	457,200
Total:	8,459,600	8,847,100	8,972,000	9,514,900	9,427,000	9,136,800
Full-Time Positions (FTP)	71.15	71.15	72.15	72.15	72.15	72.15
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2008 Original Appropriation	72.15	7,764,900	1,207,100	0	8,972,000	
Removal of One-Time Expenditures	0.00	(693,100)	(202,000)	0	(895,100)	
Base Adjustments	0.00	0	(4,000)	0	(4,000)	
FY 2009 Base	72.15	7,071,800	1,001,100	0	8,072,900	
Benefit Costs	0.00	117,500	11,900	0	129,400	
Replacement Items	0.00	419,500	97,700	0	517,200	
Statewide Cost Allocation	0.00	36,300	2,800	0	39,100	
Change in Employee Compensation	0.00	103,200	10,500	0	113,700	
FY 2009 Maintenance (MCO)	72.15	7,748,300	1,124,000	0	8,872,300	
2. Software Maintenance Costs	0.00	208,500	20,000	0	228,500	
5. One-time Vehicle Leases	0.00	20,000	5,000	0	25,000	
8. Commissioner Salary Increase S1487	0.00	10,100	900	0	11,000	
FY 2009 Total Appropriation	72.15	7,986,900	1,149,900	0	9,136,800	
% Change From FY 2008 Original Approp.	0.0%	2.9%	(4.7%)	0.0%	1.8%	

APPROPRIATION HIGHLIGHTS: Funding for employer health insurance costs increases from a base amount of \$7,125 per FTP in FY 2008 to \$8,700 per FTP for FY 2009. No general inflationary increases are provided. Replacement items include \$11,200 for computer monitors, \$50,000 for Navision financial software, \$24,000 for network servers, \$18,000 for network disk storage, \$22,000 for network printers, \$20,000 for a data center power backup, \$3,000 for two LCD projectors, \$100,000 for five motor pool vehicles, \$125,000 for 125 desktop computers, \$45,000 for 18 special tablet laptops for collection officers, and \$99,000 for 66 regular laptop computers. Statewide cost allocation includes (\$37,000) for Attorney General fees, \$7,800 for risk management costs, \$72,800 for Controller fees, and (\$4,500) for State Treasurer fees. The Change in Employee Compensation is funded at 3%. Line item #2 adds \$128,500 ongoing and \$100,000 one-time for software maintenance costs. Line item #5 adds \$25,000 one-time for vehicle leases. Line item #8 adds \$11,000 for commissioner salary increases through S1487. Another \$1,100 is added in Audit and Collections for a total of \$12,100 for the 3% commissioner salary costs.

FY 2009 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0001-00 General	65.55	4,456,500	2,962,400	0	0	0	7,418,900
OT G 0001-00 General	0.00	0	206,500	361,500	0	0	568,000
D 0276-00 Multistate Tax Comp.	0.00	0	43,600	2,500	0	0	46,100
OT D 0276-00 Multistate Tax Comp.	0.00	0	2,500	14,000	0	0	16,500
D 0338-01 Admin. Services	0.00	6,400	29,700	0	0	0	36,100
D 0338-02 Admin Transportation	6.60	461,100	392,200	5,000	0	0	858,300
OT D 0338-02 Admin Transportation	0.00	0	12,000	68,200	0	0	80,200
D 0401-00 Seminars and Publ.	0.00	0	13,100	0	0	0	13,100
D 0518-01 Abandoned Property	0.00	0	91,100	2,500	0	0	93,600
OT D 0518-01 Abandoned Property	0.00	0	2,500	3,500	0	0	6,000
Totals:	72.15	4,924,000	3,755,600	457,200	0	0	9,136,800

II. State Tax Commission: Audit and Collections

STARS Number & Budget Unit: 352 TAAB, 352 TAAF

Bill Number & Chapter: S1487 (Ch.285), S1500 (Ch.340)

PROGRAM DESCRIPTION: This program provides direct taxpayer service to the public from the administrative office in Boise and five field office locations; collects delinquent taxes and conducts audits on virtually all tax types administered by the agency by authority of Idaho Code and the Multi-State Tax Compact; conducts discovery and enforcement efforts directed at non-filers; and administers Idaho's unclaimed property statutes.

PROGRAM SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY FUND SOURCE						
General	11,160,300	10,561,000	11,638,200	12,446,800	12,466,700	12,208,400
Dedicated	4,087,900	3,908,900	4,300,800	4,610,400	4,567,500	4,484,900
Federal	0	77,200	0	0	0	0
Total:	15,248,200	14,547,100	15,939,000	17,057,200	17,034,200	16,693,300
Percent Change:		(4.6%)	9.6%	7.0%	6.9%	4.7%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	12,724,400	12,089,100	13,397,800	14,362,300	14,493,000	14,152,100
Operating Expenditures	2,523,800	2,458,000	2,541,200	2,694,900	2,541,200	2,541,200
Total:	15,248,200	14,547,100	15,939,000	17,057,200	17,034,200	16,693,300
Full-Time Positions (FTP)	227.35	227.35	226.35	226.35	226.35	226.35
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2008 Original Appropriation	226.35	11,638,200	4,300,800	0	15,939,000	
FY 2009 Base	226.35	11,638,200	4,300,800	0	15,939,000	
Benefit Costs	0.00	308,900	96,600	0	405,500	
Change in Employee Compensation	0.00	261,300	86,400	0	347,700	
FY 2009 Maintenance (MCO)	226.35	12,208,400	4,483,800	0	16,692,200	
8. Commissioner Salary Increase S1487	0.00	0	1,100	0	1,100	
FY 2009 Total Appropriation	226.35	12,208,400	4,484,900	0	16,693,300	
% Change From FY 2008 Original Approp.	0.0%	4.9%	4.3%	0.0%	4.7%	

APPROPRIATION HIGHLIGHTS: Funding for employer health insurance costs increases from a base amount of \$7,125 per FTP in FY 2008 to \$8,700 per FTP for FY 2009. No general inflationary increases are provided. The Change in Employee Compensation is funded at 3%. Line item #8 adds \$1,100 for commissioner salary increases through S1487. Another \$11,000 is added in General Services for a total of \$12,100 for the 3% commissioner salary costs.

FY 2009 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0001-00 General	172.05	10,649,300	1,559,100	0	0	0	12,208,400
D 0276-00 Multistate Tax Comp.	20.15	1,344,900	447,300	0	0	0	1,792,200
D 0338-01 Admin. Services	0.00	12,500	23,800	0	0	0	36,300
D 0338-02 Admin Transportation	26.05	1,644,800	319,500	0	0	0	1,964,300
D 0518-01 Abandoned Property	8.10	500,600	191,500	0	0	0	692,100
Totals:	226.35	14,152,100	2,541,200	0	0	0	16,693,300

III. State Tax Commission: Revenue Operations

STARS Number & Budget Unit: 352 TAAC, 352 TAAP

Bill Number & Chapter: H538 (Ch.95), S1500 (Ch.340)

PROGRAM DESCRIPTION: Administers the voluntary tax compliance program. Major activities are:

- Registering permit holders for sales, withholding, hotel/motel, special fuels, beer, wine, cigarette and tobacco taxes.
- Ensuring that all individuals and licensed businesses are mailed proper tax forms for reporting.
- Establishing taxpayer liability, as well as processing revenue and refund documents submitted by taxpayers.
- Maintaining a records system capable of providing individuals with tax documents.

PROGRAM SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY FUND SOURCE						
General	4,145,300	4,307,800	4,756,800	4,838,600	4,725,800	4,646,000
Dedicated	1,566,000	1,539,600	1,015,800	1,044,100	1,053,800	1,036,400
Federal	0	13,500	0	0	0	0
Total:	5,711,300	5,860,900	5,772,600	5,882,700	5,779,600	5,682,400
Percent Change:		2.6%	(1.5%)	1.9%	0.1%	(1.6%)
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	3,444,700	3,610,200	3,662,200	4,022,900	3,979,300	3,882,100
Operating Expenditures	2,021,900	2,011,100	1,998,400	1,857,500	1,798,000	1,798,000
Capital Outlay	244,700	239,600	112,000	2,300	2,300	2,300
Total:	5,711,300	5,860,900	5,772,600	5,882,700	5,779,600	5,682,400
Full-Time Positions (FTP)	75.00	75.00	75.00	75.00	75.00	75.00
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2008 Original Appropriation	75.00	4,659,600	1,005,000	0	5,664,600	
1. Imaging Machine	0.00	97,200	10,800	0	108,000	
FY 2008 Total Appropriation	75.00	4,756,800	1,015,800	0	5,772,600	
Removal of One-Time Expenditures	0.00	(392,600)	(12,300)	0	(404,900)	
Base Adjustments	0.00	0	(5,200)	0	(5,200)	
FY 2009 Base	75.00	4,364,200	998,300	0	5,362,500	
Benefit Costs	0.00	104,700	20,400	0	125,100	
Replacement Items	0.00	100,000	0	0	100,000	
Change in Employee Compensation	0.00	77,100	17,700	0	94,800	
FY 2009 Total Appropriation	75.00	4,646,000	1,036,400	0	5,682,400	
% Change From FY 2008 Original Approp.	0.0%	(0.3%)	3.1%	0.0%	0.3%	
% Change From FY 2008 Total Approp.	0.0%	(2.3%)	2.0%	0.0%	(1.6%)	

SUPPLEMENTAL: H538 provides \$108,000 to purchase an imaging machine to convert paper tax returns into electronic format. The Tax Commission installed one machine last year and found that it was not as fast as anticipated. The vendor loaned the agency a second machine to keep up with the tax season. Cost of machine was originally \$194,000 but the vendor discounted it to \$108,000. The annual maintenance of \$28,000 is to be absorbed in the agency's base budget. Funding is split 90% from the General Fund and 10% from the Administration Services to Transportation Fund. Turning paper tax returns into electronic form saves valuable storage space and makes the returns easier to process and audit.

APPROPRIATION HIGHLIGHTS: Funding for employer health insurance costs increases from a base amount of \$7,125 per FTP in FY 2008 to \$8,700 per FTP for FY 2009. No general inflationary increases are provided. Replacement items include \$100,000 for E-file income tax software. The Change in Employee Compensation is funded at 3%. No line items are funded for this program.

FY 2009 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0001-00 General	63.15	3,152,200	1,393,800	0	0	0	4,546,000
OT G 0001-00 General	0.00	0	100,000	0	0	0	100,000
D 0276-00 Multistate Tax Comp.	0.00	0	500	0	0	0	500
D 0338-01 Admin. Services	0.00	101,800	80,800	0	0	0	182,600
D 0338-02 Admin Transportation	11.55	556,100	208,300	2,300	0	0	766,700
D 0401-00 Seminars and Publ.	0.00	0	14,100	0	0	0	14,100
D 0518-01 Abandoned Property	0.30	72,000	500	0	0	0	72,500
Totals:	75.00	3,882,100	1,798,000	2,300	0	0	5,682,400

IV. State Tax Commission: County Support

STARS Number & Budget Unit: 352 TAAD

Bill Number & Chapter: S1500 (Ch.340)

PROGRAM DESCRIPTION: The County Support Program provides oversight and technical support in the administration of the property tax system, working to ensure fair, equitable, and accurate property taxation. The program is responsible: to annually appraise all class three operating property, as required by Section 63-2215, Idaho Code; to examine property tax levies of all taxing districts to ensure compliance with Idaho Code; to develop forms, procedures and computer software necessary for county assessors to appraise property; to develop an assessor's manual in order to facilitate uniformity of appraisals; and to administer property tax relief through the Circuit Breaker program.

PROGRAM SUMMARY:	FY 2007 Total Appr	FY 2007 Actual	FY 2008 Total Appr	FY 2009 Request	FY 2009 Gov Rec	FY 2009 Approp
BY FUND SOURCE						
General	3,074,200	3,200,500	3,311,500	3,679,400	3,756,000	3,562,600
Dedicated	149,000	140,100	130,000	124,000	124,000	124,000
Total:	3,223,200	3,340,600	3,441,500	3,803,400	3,880,000	3,686,600
Percent Change:		3.6%	3.0%	10.5%	12.7%	7.1%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	2,545,900	2,627,200	2,698,500	2,817,300	2,912,100	2,843,700
Operating Expenditures	626,300	667,400	683,700	945,900	927,700	802,700
Capital Outlay	51,000	46,000	59,300	40,200	40,200	40,200
Total:	3,223,200	3,340,600	3,441,500	3,803,400	3,880,000	3,686,600
Full-Time Positions (FTP)	40.00	40.00	40.00	40.00	40.00	40.00
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2008 Original Appropriation	40.00	3,311,500	130,000	0	3,441,500	
Removal of One-Time Expenditures	0.00	(29,300)	(30,000)	0	(59,300)	
Base Adjustments	0.00	0	(6,000)	0	(6,000)	
FY 2009 Base	40.00	3,282,200	94,000	0	3,376,200	
Benefit Costs	0.00	71,700	0	0	71,700	
Replacement Items	0.00	10,200	30,000	0	40,200	
Change in Employee Compensation	0.00	73,500	0	0	73,500	
FY 2009 Maintenance (MCO)	40.00	3,437,600	124,000	0	3,561,600	
7. Forestland Classification Study	0.00	125,000	0	0	125,000	
FY 2009 Total Appropriation	40.00	3,562,600	124,000	0	3,686,600	
% Change From FY 2008 Original Approp.	0.0%	7.6%	(4.6%)	0.0%	7.1%	

APPROPRIATION HIGHLIGHTS: Funding for employer health insurance costs increases from a base amount of \$7,125 per FTP in FY 2008 to \$8,700 per FTP for FY 2009. No general inflationary increases are provided. Replacement items include \$2,800 for a server, \$5,600 for a bulk scanner, \$1,800 for a DVD burner, and \$30,000 for 20 laptop computers. The Change in Employee Compensation is funded at 3%. No line items are funded for this program. Line item #7 provides \$125,000 for the Tax Commission to prepare a request for proposal to conduct a study of forestland classification methods. This will be a science-based, data driven study to assess the preferred method of determining "Good", "Medium", and "Poor" productivity classes. Section 3 expresses legislative intent that the Tax Commission may extend the forestland classification study into a second year, if necessary.

FY 2009 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0001-00 General	40.00	2,843,700	583,700	0	0	0	3,427,400
OT G 0001-00 General	0.00	0	125,000	10,200	0	0	135,200
D 0401-00 Seminars and Publ.	0.00	0	94,000	0	0	0	94,000
OT D 0401-00 Seminars and Publ.	0.00	0	0	30,000	0	0	30,000
Totals:	40.00	2,843,700	802,700	40,200	0	0	3,686,600